

**SCHEDULE TCS**

41A720TCS (10-08)

Commonwealth of Kentucky  
DEPARTMENT OF REVENUE

For taxable year ended

\_\_\_\_/\_\_\_\_  
Mo. Yr.**TAX CREDIT SUMMARY SCHEDULE**

➤ See instructions.

➤ Attach this schedule to Form 720, Form 720S, Form 725 or Form 765.

Name of Corporation	Federal Identification Number ____-____	Kentucky Corporation/LLET Account Number _____
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**PART I—Economic Development Tax Credit Summary (Only for Projects Approved by the Kentucky Economic Development Finance Authority)**

A Type of Project (KREDA, KIDA, KEOZ, KJRA, KIRA, KJDA, KRA, STICA)	B Location of Project	C Project Number	D Allowable Credit from Each Schedule	E LLET Credit Claimed	F Corporation Credit Claimed
1			00	00	00
2			00	00	00
3			00	00	00
4			00	00	00
5			00	00	00
6			00	00	00
7	Total of Economic Development Tax Credits (add lines 1 through 6)			00	00

**PART II—Other Tax Credits**

1. Historic preservation restoration tax credit.....	1	00	00
2. Unemployment tax credit.....	2	00	00
3. Recycling/composting equipment tax credit.....	3	00	00
4. Coal conversion tax credit.....	4	00	00
5. Enterprise zone tax credit.....	5	00	00
6. Kentucky investment fund tax credit.....	6	00	00
7. Coal incentive tax credit.....	7	00	00
8. Qualified research facility tax credit.....	8	00	00
9. GED incentive tax credit.....	9	00	00
10. Voluntary environmental remediation tax credit (Brownfield).....	10	00	00
11. Biodiesel tax credit.....	11	00	00
12. Environmental stewardship tax credit.....	12	00	00
13. Clean coal incentive tax credit.....	13	00	00
14. Ethanol tax credit.....	14	00	00
15. Cellulosic ethanol tax credit.....	15	00	00
16. Total of Other Tax Credits (add lines 1 through 15).....	16	00	00

**PART III—Total Tax Credits**

1. Total LLET credits claimed (Total of Column E, Part I, line 7 and Part II, line 16). Enter this amount on Form 720, Part I, line 5; Form 720S, Form 725, or Form 765, Part II, line 5.....	1	00	
2. Total corporation tax credits claimed (Total of Column F, Part I, line 7 and Part II, line 16). Enter this amount on Form 720, Part III, line 7.....	2		00

If there are economic development credits, the Kentucky Tax Return (Form 720, Form 720S, Form 725 or Form 765), including this schedule, **must be mailed** to Economic Development Tax Credits, Corporation Income and License Tax Branch, Kentucky Department of Revenue, P.O. Box 181, Frankfort, Kentucky 40602-0181.

**INSTRUCTIONS—SCHEDULE TCS**

Schedule TCS is used by corporations and limited liability pass-through entities to apply tax credits for entities subject to the corporation income tax imposed under KRS 141.040 and/or the limited liability entity tax imposed under KRS 141.0401. The amount of tax credit against each tax can be different.

**PURPOSE OF SCHEDULE**

This schedule is used by corporations to summarize all tax credits being claimed against income tax as provided by KRS 141.040 and used by corporations and limited liability pass-through entities to summarize all tax credits being claimed against the limited liability entity tax (LLET) as provided by KRS 141.0401.

Limited liability pass-through entities shall not enter income or LLET tax credits on Schedule TCS from Schedule KREDA-SP, Schedule KIDA-SP, Schedule KEOZ-SP, Schedule KJRA-SP, Schedule KIRA-SP, Schedule KJDA-SP or Schedule KRA-SP. See instructions for those schedules.

**GENERAL INSTRUCTIONS**

If a taxpayer is entitled to more than one of the tax credits allowed against the taxes imposed by KRS 141.040 and KRS 141.0401, the priority of application and use of credits shall be determined in the order that the credits are listed on Schedule TCS (KRS 141.0205). Total credits taken against corporation income tax on Form 720 may not reduce the tax below zero. Total credits taken against LLET on Form 720, Form 720S, Form 725 or Form 765 may not reduce the tax below \$175.

**Part I—Economic Development Tax Credit Summary**

**This part is only completed by corporations having projects under the Kentucky Rural Economic Development Act (KREDA), Kentucky Industrial Development Act (KIDA), Kentucky Economic Opportunity Zone Act (KEOZ), Kentucky Job Retention Act (KJRA), Kentucky Industrial Revitalization Act (KIRA), Kentucky Jobs Development Act (KJDA), and Kentucky Reinvestment Act (KRA) approved by the Kentucky Economic Development Finance Authority, and corporations and limited liability pass-through entities claiming tax credits for skills training under the Skills Training Investment Credit Act (STICA) approved by the Bluegrass State Skills Corporation.**

A corporation must first complete the applicable credit computations schedule (Schedule KREDA, Schedule KIDA, Schedule KEOZ, Schedule KJRA, Schedule KIRA, Schedule KJDA or Schedule KRA) for each project.

Corporations and limited liability pass-through entities claiming tax credits under the Skills Training Investment Credit Act (STICA) must attach a copy of the final resolution received from the Bluegrass State Skills Corporation.

Complete a separate line for each project. Enter the appropriate information in Columns A, B and C, and enter in Column D the credit limitation from the applicable tax credit computation schedule for each project. Enter in Column E, the amount of credit claimed for each project against the LLET, and in Column F, the amount of credit claimed for each project against the corporation income tax.

There is no requirement to utilize credits from the economic development projects in any particular order.

**Part II—Other Tax Credits**

For all other tax credits, enter the amount claimed on the applicable line. Attach tax credit schedules or approved applications to tax returns.

**Part III—Total Tax Credits**

The totals from Part I and Part II, Column E cannot reduce the LLET below the \$175 minimum. The totals from Part I and Part II, Column F cannot reduce the corporation income tax liability below zero. If necessary, reduce the total amount of the credits beginning with the last credit listed. Enter the LLET credits (Column E) claimed on Form 720, Part I, Line 5; and Form 720S, Form 725 or Form 765, Part II, Line 5. Enter the corporation credits (Column F) claimed on Form 720, Part III, Line 7.